

MEMORANDUM

April 12, 2013

To: Board of Mayor and Alderman

From: Eric Stuckey, City Administrator

Vernon Gerth, ACA-Community & Economic Development Chris Bridgewater, Director, Building & Neighborhood Services

Kathleen Sauseda, Interim Housing Coordinator

Subject: Resolution 2013-28 to Approve Year 4 Action Plan of the CDBG Consolidated Plan

Purpose

The purpose of Resolution 2013-28 is to approve the programming and allocation for the Year 4 Action Plan of the City's five-year Community Development Block Grant (CDBG) Consolidated Plan.

Background

The City of Franklin has identified affordable housing development as an important issue in the community. The mission of the Community Development Block Grant program in Franklin is to develop, in cooperation with its residents, business partners, and not-for-profit housing agencies, viable urban communities by providing decent housing and a suitable living environment and to expand economic opportunities principally to low and moderate-income persons.

The United States Department of Housing and Urban Development (HUD) requires entitlement cities to develop and submit an Annual Action Plan reflecting the projections of the next fiscal year. Suggested programs for the year 3 Action Plan are similar to last year with the exception of adding a line item for Acquisition of land for development of affordable/workforce housing. The City of Franklin is obligated to utilize CDBG funding in accordance with HUD guidelines.

Financial Impact

Programs and recipient contracts will be funded by the Community Development Block Grant entitlement the City receives annually. The 2013-14 entitlement is projected to be \$210,000 total funds.

Recommendation

Staff with input from citizens at the Public Hearing held on March 26, 2013 recommends approval of the following programs and allotment by percentage.

Emergency Rehab	\$ 115,000.00
Community Based Development Organization	52,000.00
Homeownership/Fair Housing Counseling	6,000.00
Administration	37,000.00
Total (anticipated \$21,000.00 entitlement)	\$ 210,000.00

RESOLUTION 2013-28

A RESOLUTION APPROVING THE CITY OF FRANKLIN 2013-14 CDBG ANNUAL ACTION PLAN AND, AUTHORIZING A REQUEST TO THE U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT FOR CDBG PROGRAM FUNDS

WHEREAS, Regulation 24 CFR Part 91 issued by the U. S. Department of Housing and Urban Development (HUD) requires the city to submit and receive HUD approval of a Consolidated Plan and Annual Action plan as part of a HUD-approved Consolidated Plan for the City of Franklin; and

WHEREAS, Title 1 of the Housing and Community Development Act of 1974, as amended, establishes a Community Development Block Grant (CDBG) program for the purpose of developing viable urban communities by providing decent housing and suitable living environment and expanding economic opportunities and preventing and/or eliminating conditions of blight, principally for persons of low and moderate income; and

WHEREAS, the City of Franklin desires to carry out HUD-funded programs;

WHEREAS, on April 27, 2010 the City of Franklin Board of Mayor and Alderman approved the Consolidated Plan for years 2010 to 2015.

NOW, THEREFORE, BE IT RESOLVED, that and the 2013-14 CDBG Annual Action Plan of the City of Franklin Consolidated Plan for Housing and Community Development is hereby adopted and approved.

BE IT FURTHER RESOLVED, that the City of Franklin and its officials are authorized and directed to assume full responsibility for assuring that its Consolidated Plan and associated housing initiatives are carried out in full compliance with HUD issued regulations and authorizing appropriate city officials to execute any documents with HUD to implement the CDBG program.

BE IT FURTHER RESOLVED, that any changes to the anticipated CDBG funding will be apportioned on a pro rata share to the categories in the Annual Action Plan and that the City of Franklin and its officials understand that to achieve the overall goal of assisting low- and moderate-income families with decent, affordable housing the shifting of funds from one category to another is allowed provided the appropriated funding within any category is not reduced more than fifty (50) percent unless an amendment to the Consolidated Plan is approved in accordance with HUD regulations.

Approved this 23 rd day of April, 2013	
ATTEST:	CITY OF FRANKLIN, TENNESSEE
BY:	BY:
ERIC S. STUCKEY City Recorder/Administrator	DR. KEN MOORE Mayor